

State of New Mexico

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 S. St. Francis Dr.

Santa Fe, NM 87505

Form C-103

Revised March 25, 1999

WELL API NO.

30 015 02583

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

NM 14866

7. Lease Name or Unit Agreement Name:

RECEIVED

Levers State

8. Well No.

4

JAN 13 2005

9. Pool name or Wildcat

Artesia, Q, GR, SA

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:

Oil Well ☒ Gas Well ☐ Other injection

2. Name of Operator

Melrose Operating Co.

3. Address of Operator

c/o Box 953, Midland, TX 79702

4. Well Location

Unit Letter P 1070' feet from the South line and 250 feet from the East line

Section 4

Township 18S

Range 28E

NMPM Eddy

County

10. Elevation (Show whether DR, RKB, RT GR, etc.)

I 1. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐TEMPORARILY ABANDON ☐ CHANGE PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐CASING TEST AND CEMENTJOB ☐OTHER: ☐

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

11-8 to 11-13-04: Drilling with mill tooth bit, tagged bottom @ 2423, continued drilling to total depth of 2497. Rigged up Computa-Log.

11-18-04: Ran 4 1/2" casing to 2497' and cemented with 150 sx CI H and tailed with 160 sx 50/50 poz. Circulated 41 sx to pit.

11-19-04: Cut off slips and installed 4 1/2" larking wellhead.

11-23-04: Signal Wireline - logged well from 2446-835'. SION.

11-24-04: Perforated from 2412-22, 2396-2406, 2380-86, 2376-80, 2360-66, 2354-58 w/ 2 spf. Left packer @ 2249'. SION.

11-26-04: Treated well with 800 gals acid.

12-1-04: Fraced well w/69000# 16/30 sand w/frac fluid.

12-7-04: Set pumping unit. Ran in hole with pump & rods.

Well test: 12-15-04: 10 bbls oil per day; 15 bbls water per day with gas TSTM.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE Regulatory Agent

DATE 1-11-05

Type or print name Ann E. Ritchie

Telephone No. 432 684-6381

(This space for State use)

APPROVED BY

FOR RECORDS ONLY

TITLE

DATE JAN 13 2005

Conditions of approval, if any: